

California Children's Services

DESCRIPTION OF MAJOR SERVICES

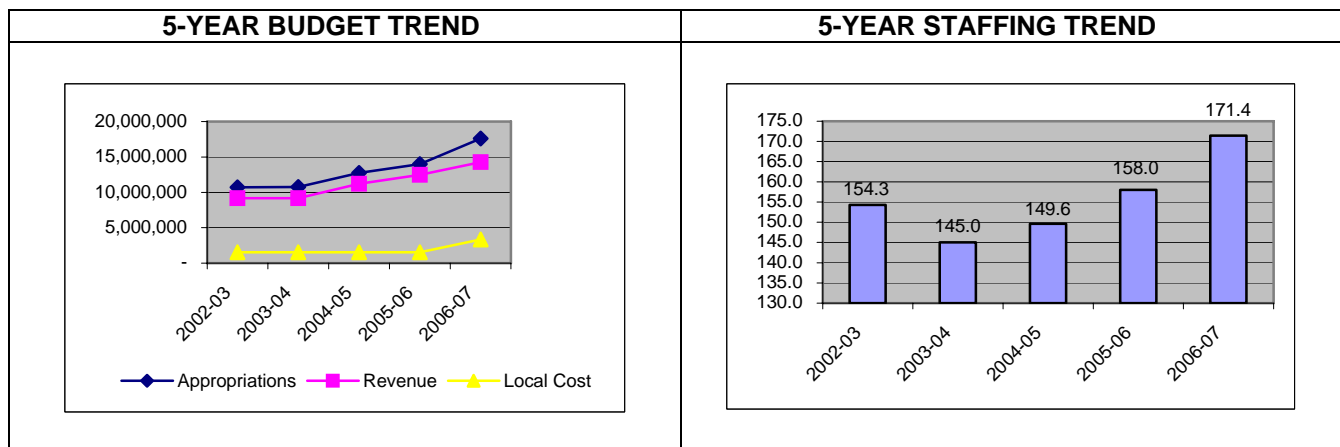
California Children's Services (CCS) is a state program that provides case management, diagnosis, and treatment services to individuals up to 21 years of age with severe qualifying medical conditions and whose families are unable to pay for all or part of their care. State law requires the county to maintain a mandated minimum funding level. In addition to realignment dollars and the county's mandated contribution, funding also comes from Medi-Cal, private insurance, and patient co-payments. Revenues are based upon individual client eligibility for specific programs such as Medi-Cal, Healthy Families, or CCS alone (people who do not qualify for other programs or cannot afford to pay their Medi-Cal co-share payments).

The revenue breakdown among federal, state, realignment, and county general fund support depends on the type of services provided under this program. This program provides two types of services:

1. **Administrative Component** – Case management activities which include determining program eligibility, evaluating needs for specific services, determining the appropriate providers, and authorizing/paying for medically necessary care. Administrative funding is based on staffing standards and caseload mix of CCS clients. In other words, it depends on which federal, state, or county program in which the children are enrolled.
 - Medi-Cal accounts for approximately 80%. Federal and state funds reimburse CCS for 100% of the costs.
 - Healthy Families accounts for approximately 11%. This federal and state program reimburses CCS for 82.5% of the costs. The remaining 17.5% local share is equally funded by Social Services Realignment (8.75%) and general fund support (8.75%).
 - CCS or Non-Medi-Cal caseload accounts for approximately 9%. Federal and state funds account for 50% of the costs associated with treating this clientele. The remaining 50% is split equally between Social Services Realignment (25%) and general fund support (25%).
2. **Medical Therapy Component** – Provides physical therapy, occupational therapy, and medical therapy conference services. Licensed physical therapists and certified occupational therapists provide evaluation, treatment, consultation services, and case management.

The state reimburses the county 50% of the costs incurred by this program. The remaining 50% is equally funded by Social Services Realignment and general fund support. Additionally, this program is allowed to bill Medi-Cal for therapy provided to Medi-Cal eligible clients. This revenue is split 75% state and 25% county. Approximately 80% of the caseload in the medical therapy component is Medi-Cal eligible.

BUDGET HISTORY



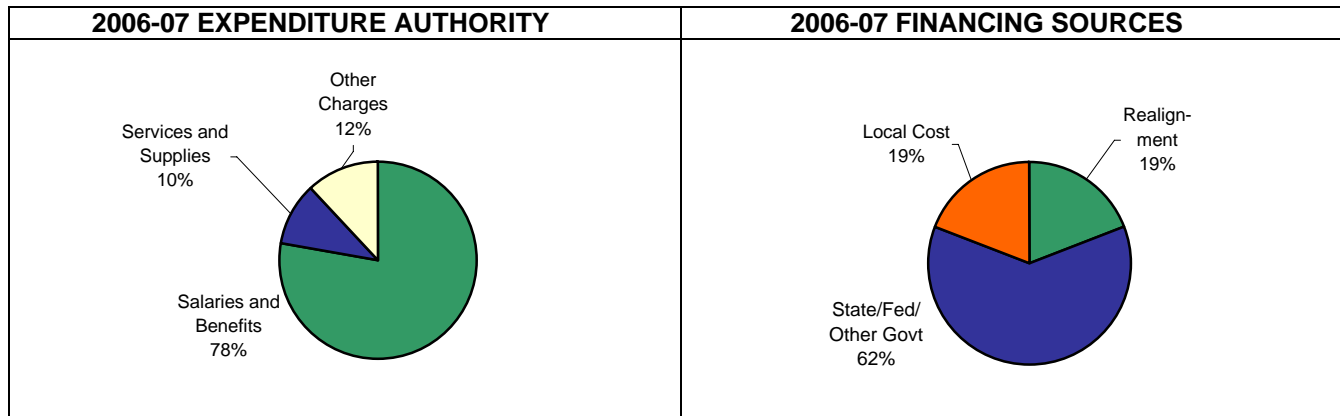
PERFORMANCE HISTORY

	2002-03 Actual	2003-04 Actual	2004-05 Actual	2005-06 Modified Budget	2005-06 Actual
Appropriation	8,076,824	10,044,604	11,041,819	15,621,604	14,054,913
Departmental Revenue	6,638,257	8,567,764	9,118,390	12,477,188	11,023,247
Local Cost	1,438,567	1,476,840	1,923,429	3,144,416	3,031,666
Budgeted Staffing				158.0	

Appropriation for 2005-06 is less than modified budget primarily due to vacant positions which have been difficult to fill. Departmental Revenue is also less than modified budget due to reduced claims to the state coupled with a change in the cost sharing percentages for Medi-Cal clients from 50/50 to 75% state and 25% county.



ANALYSIS OF FINAL BUDGET



GROUP: Administrative/Executive
DEPARTMENT: California Children's Services
FUND: General

BUDGET UNIT: AAA CCS
FUNCTION: Health and Sanitation
ACTIVITY: Hospital Care

	2002-03 Actual	2003-04 Actual	2004-05 Actual	2005-06 Actual	2005-06 Final Budget	2006-07 Final Budget	Change From 2005-06 Final Budget
Appropriation							
Salaries and Benefits	6,507,610	7,886,944	9,091,788	10,568,993	11,758,789	13,683,759	1,924,970
Services and Supplies	1,413,741	1,649,577	1,335,375	1,649,341	1,563,274	1,695,815	132,541
Central Computer	-	-	-	-	-	128,066	128,066
Equipment	-	-	-	7,004	10,000	-	(10,000)
Transfers	155,473	508,083	614,656	1,829,575	676,791	2,097,226	1,420,435
Total Appropriation	8,076,824	10,044,604	11,041,819	14,054,913	14,008,854	17,604,866	3,596,012
Departmental Revenue							
Realignment	1,438,041	1,476,840	1,923,419	3,012,979	1,538,041	3,353,245	1,815,204
State, Fed or Gov't Aid	5,172,702	7,047,123	7,098,263	7,983,596	10,898,272	10,868,142	(30,130)
Current Services	27,414	26,136	25,979	26,433	31,400	30,034	(1,366)
Other Revenue	100	17,665	70,729	239	3,100	200	(2,900)
Total Revenue	6,638,257	8,567,764	9,118,390	11,023,247	12,470,813	14,251,621	1,780,808
Local Cost	1,438,567	1,476,840	1,923,429	3,031,666	1,538,041	3,353,245	1,815,204
Budgeted Staffing					158.0	171.4	13.4

In 2006-07, the department will incur increased costs to maintain current services, such as negotiated labor agreements, retirement, risk management, central computer and inflationary services and supplies purchases; and will incur decreased costs in worker's compensation. These costs are reflected in the Change From 2005-06 Final Budget column, along with changes related to Board approved mid-year adjustments, and department recommendations.

The budget contains significant increases in Social Services Realignment and general fund support to fund Administrative Expenses that were inappropriately paid by the Department of Public Health budget in previous years, increased costs in providing mandated treatment, and a change in the revenue sharing for Medi-Cal clients from 50/50 to 75% state/25% county. State law requires the county to maintain a mandated minimum funding level for this program. This funding is provided 50% by Social Services Realignment and 50% by general fund support. The Board approved the increase in general fund support of \$1.6 million in November 2005. A comparable amount in Social Services Realignment is needed to fund these mandated services.

Staffing is increased 13.4 positions. The department added 1.0 new position in the therapy unit and 11.8 positions in the administrative unit (these 11.8 positions are approximately 93% funded by state and federal revenue). In addition, budgeted staffing also increased by 0.6 position to reflect the full-year staffing for some positions that were budgeted for only a portion of the year in 2005-06. These positions are needed to comply with mandated staffing requirements imposed by the state.

FINAL BUDGET CHANGES

There are no final budget changes associated with this budget unit.

